

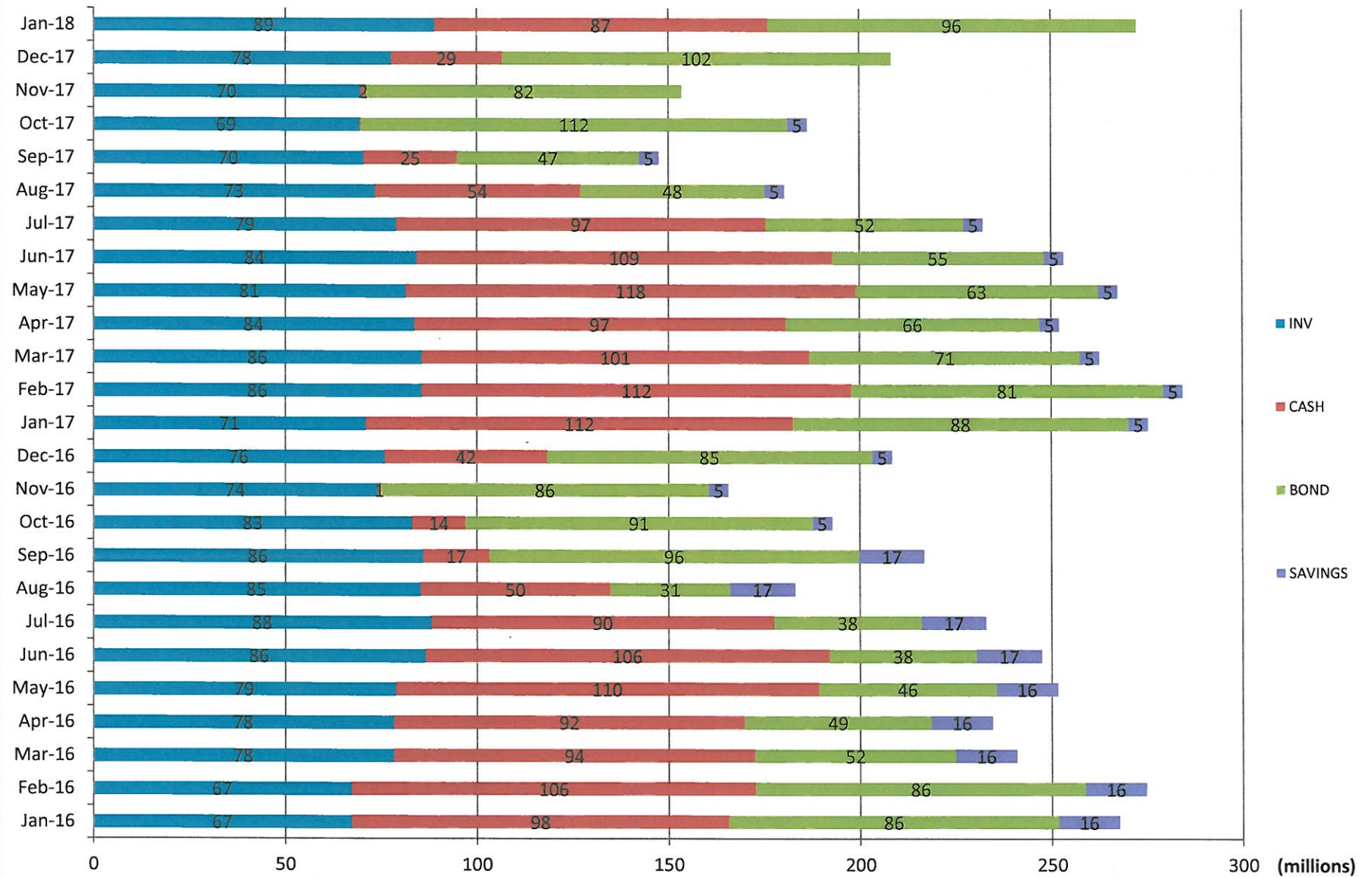
Louisville Metro Investment Council



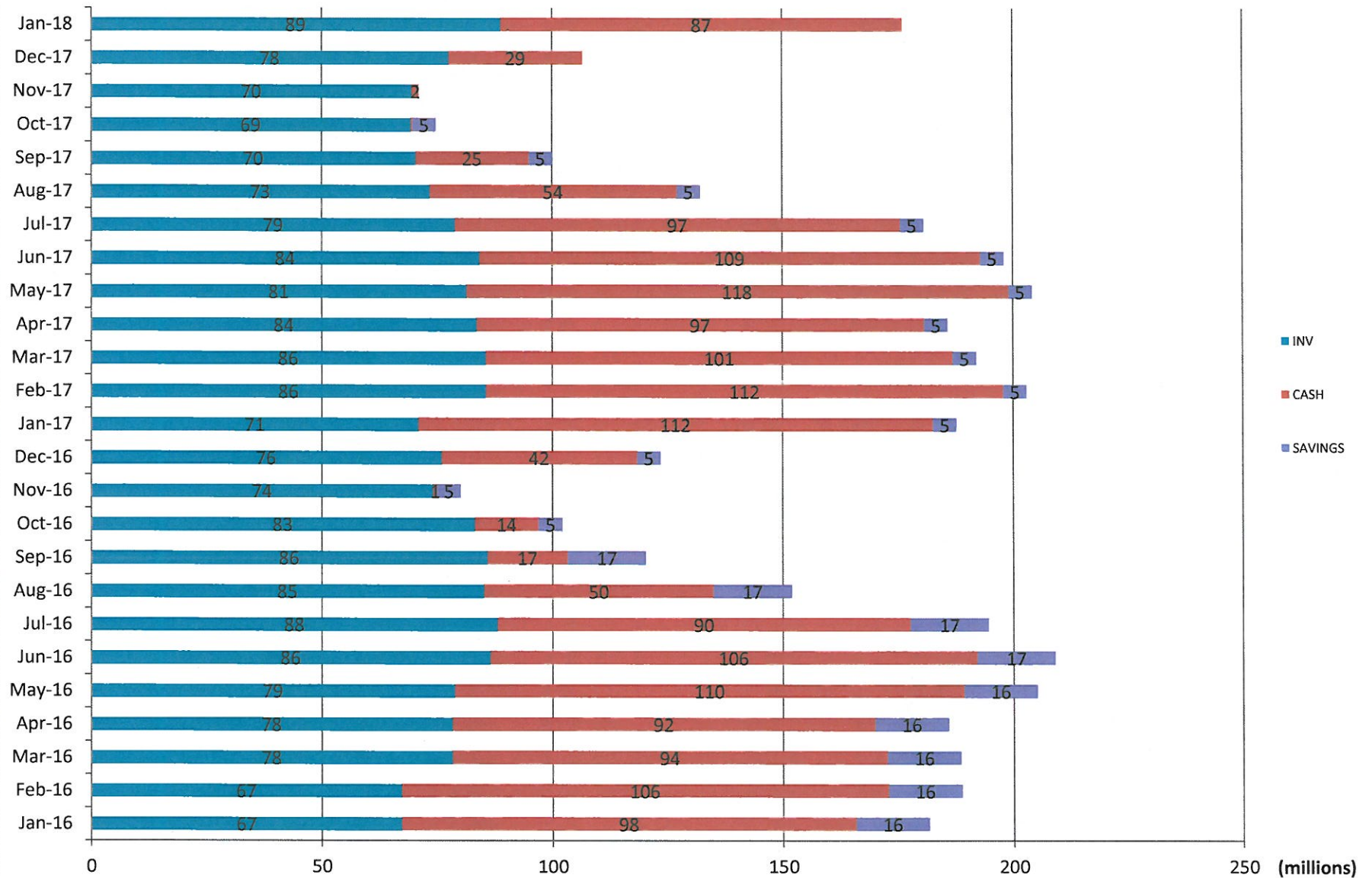
February 12, 2018

PORTFOLIO COMPOSITION

Metro Total Cash Position as of 1/31/18



Metro Cash Position (Excluding Bond Proceeds) as of 1/31/18

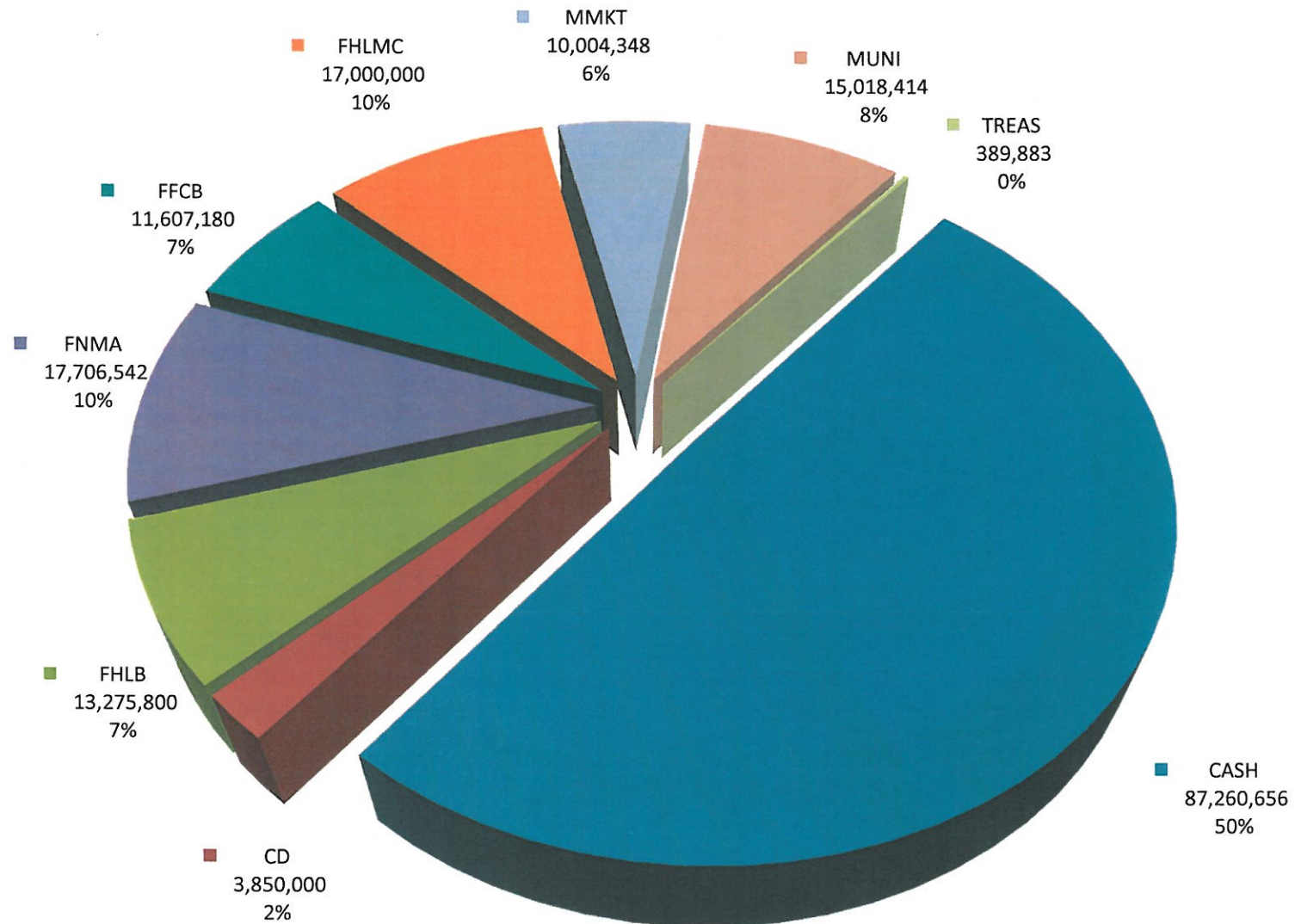


Acc Int / Amort / Mkt Val
Lou / Jeff Cty Metro Finance
Effective Interest - Callable Life
Receipts in Period
1/31/2018

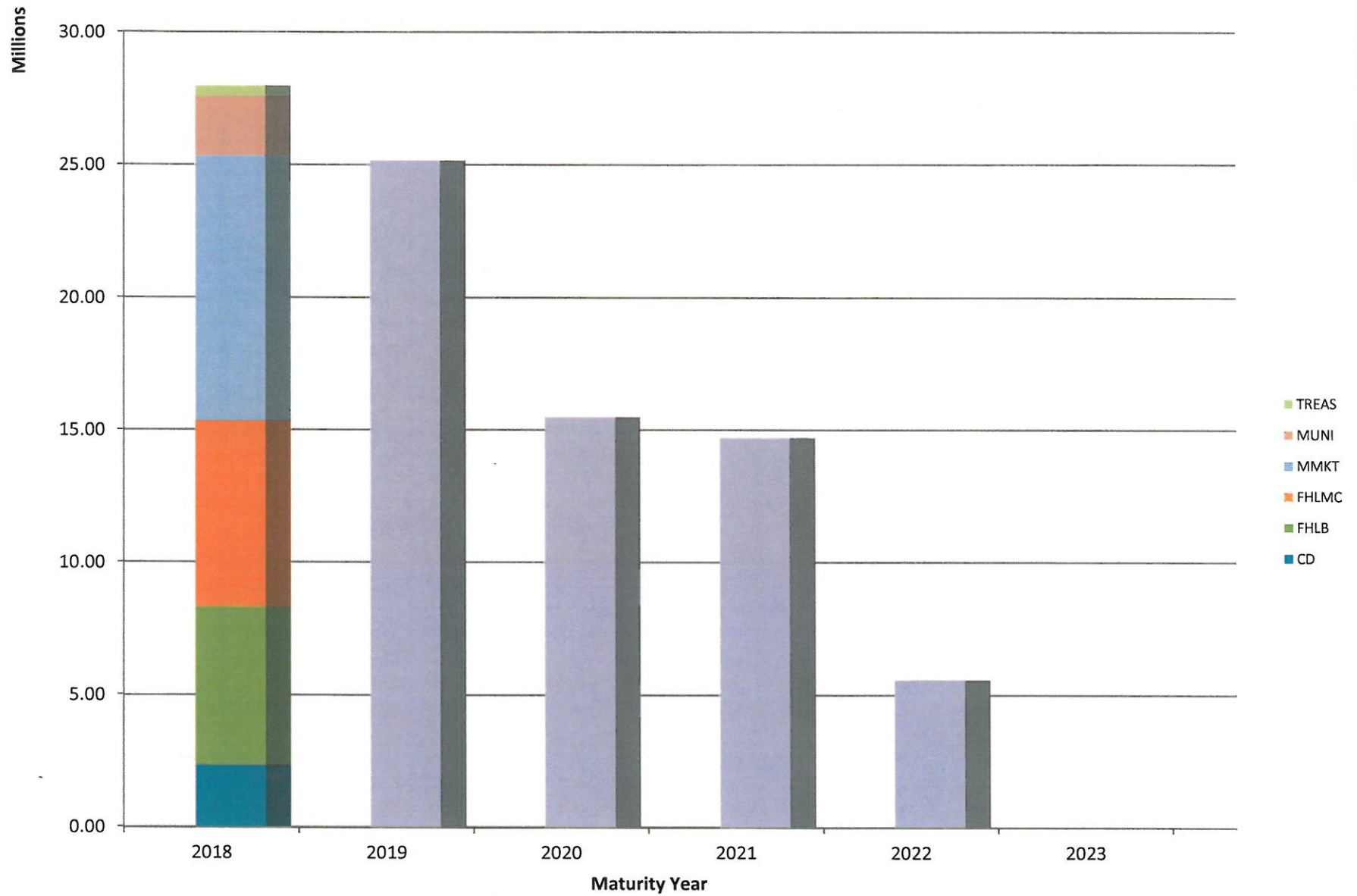
	Invest Number	CUSIP	Security Description	Call Date	Purchase Date	Ending Par Val/Shares	Ending Amor Val/Cost	Ending Market Val	Amortization Purch/Date	PTD Purch Received	Int/Div Rec Purch/Date	Int/Div Accrued Purch/Date	Purch Int + Acc Int
Cash	AR-0035	TARC OPS FED - 4537544	Cash Account	Open	04/02/03	3,347,165.00	3,347,165.00	3,347,165.00	0.00	0.00	0.00	0.00	0.00
	AR-0043	INV CLEAR JPM - 707637716	Cash Account	Open	07/01/06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0046	METRO CONC 53- 714868609	Cash Account	Open	09/22/08	72,499,658.36	72,499,658.36	72,499,658.36	0.00	0.00	731,551.51	0.00	0.00
	AR-0047	LAGIT 53 - 714868674	Cash Account	Open	10/01/08	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0049	REVCOM 53- 7141868757	Cash Account	Open	11/01/08	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0052	METRO CHASE SAV 2950930897	Cash Account	Open	09/22/10	0.00	0.00	0.00	0.00	0.00	375,896.73	0.05	0.05
	AR-0053	REVCOM CHASE SAV 2950930772	Cash Account	Open	09/14/10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	AR-0054	METRO SAFEKEEPING - 1050996303	Cash Account	Open	12/30/16	11,413,833.02	11,413,833.02	11,413,833.02	0.00	0.00	0.00	0.00	0.00
	Cash Total					87,260,656.38	87,260,656.38	87,260,656.38	0.00	0.00	1,107,448.24	0.05	0.05
Certificate of Deposit	17-0071	CD423	METRO 0.75 05/07/18	Open	05/07/17	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	5,034.27	479.17	479.17
	17-0074	CD075	METRO 0.75 06/07/18	Open	06/07/17	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	4,397.28	500.00	500.00
	18-0050	772	METRO 1.05 10/07/18	Open	10/06/17	100,000.00	100,000.00	100,000.00	0.00	0.00	264.66	70.00	70.00
	18-0051	YCB 1499	YCB 0.1499 10/23/18	Open	11/23/17	250,000.00	250,000.00	250,000.00	0.00	0.00	62.63	8.33	8.33
	18-0057	02007GAQ6	ALLY BK UTAH- 2.25 01/27/20	Open	01/25/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	102.94	102.94
	18-0058	211163GW4	CONT BANK UTAH 2.10 07/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	87.50	87.50
	18-0059	55266CYB6	MB FINL BK ILL 2.35 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	97.92	97.92
	18-0060	58404DBA8	MEDALLION BK UTAH 2.40 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	100.00	100.00
	18-0061	857894WJ4	STEARNS BK MINN 2.20 01/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	91.67	91.67
	18-0062	27113PCG4	EAST BOSTON SVGS 2.30 07/30/21	Open	01/30/18	250,000.00	250,000.00	250,000.00	0.00	0.00	0.00	31.94	31.94
	Certificate of Deposit Total					3,850,000.00	3,850,000.00	3,850,000.00	0.00	0.00	9,758.84	1,569.47	1,569.47
FFCB	17-0010	3133EGNK7	FFCB 1.32 07/27/20	07/27/17	07/27/16	3,000,000.00	3,000,000.00	2,921,970.00	0.00	0.00	59,400.00	440.00	440.00
	17-0022	3133EGVJ1	FFCB 1.16 09/26/19	09/26/17	09/27/16	3,000,000.00	3,000,000.00	2,947,440.00	0.00	96.67	34,800.00	12,083.33	12,180.00
	17-0077	3133EHMG5	FFCB 1.80 03/12/21	09/12/17	06/22/17	2,000,000.00	2,000,000.00	1,954,740.00	1,400.00	5,000.00	9,000.00	13,900.00	14,900.00
	18-0052	3133EHL43	FFCB 2.15 07/26/22	01/29/18	01/23/18	1,850,000.00	1,850,000.00	1,813,296.00	20,442.50	9,778.02	9,943.75	552.43	10,164.72
	18-0053	3133EHLR9	FFCB 2.00 07/19/21	07/19/18	01/23/18	1,769,000.00	1,757,179.86	1,734,805.23	562.86	0.00	0.00	786.22	1,179.33
	FFCB Total					11,619,000.00	11,607,179.86	11,372,251.23	22,405.36	14,874.69	113,143.75	27,761.98	38,864.05
FHLB	16-0063	313383EP2	FHLB 1.25 06/20/18	09/20/16	06/20/16	2,975,776.00	2,975,776.00	2,971,074.27	-5,951.55	0.00	55,795.76	4,236.35	4,236.35
	16-0071	3130A8JZ7	FHLB 1.22 12/30/16	06/30/17	06/30/16	2,900,000.00	2,900,000.00	2,843,856.00	0.00	0.00	53,070.00	3,046.61	3,046.61
	17-0034	3130A8RP0	FHLB 1.05 10/26/18	10/26/16	10/11/16	2,000,000.00	2,000,000.00	1,987,500.00	400.00	4,812.50	26,250.00	5,541.67	9,916.67
	17-0046	3130AAQV3	FHLB 1.67 04/30/20	01/30/18	02/02/17	2,400,000.00	2,400,000.00	2,368,680.00	0.00	6,828.44	40,080.00	111.33	334.00
	17-0049	3130AAZ54	FHLB 0.95 04/27/18	Open	02/06/17	1,000,000.00	1,000,024.02	998,630.00	-95.98	2,612.50	9,500.00	2,480.56	5,093.06
	17-0066	3130AAQB7	FHLB 2.00 08/16/21	02/16/18	02/16/17	2,000,000.00	2,000,000.00	1,960,060.00	0.00	0.00	20,000.00	18,333.33	18,333.33
	FHLB Total					13,275,776.00	13,275,800.02	13,129,800.27	-5,647.53	14,253.44	204,695.76	33,749.85	40,960.02
FHLMC	16-0051	3134G9JT5	FHLMC 1.35 11/26/19	08/26/16	05/26/16	1,500,000.00	1,500,000.00	1,471,905.00	525.00	0.00	30,375.00	3,656.25	3,656.25
	16-0052	3134G9KW6	FHLMC 1.35 11/26/19	08/26/16	05/26/16	2,000,000.00	2,000,000.00	1,970,820.00	2,200.00	0.00	40,500.00	4,875.00	4,875.00
	16-0053	3134G9NL7	FHLMC 1.18 05/24/19	05/24/17	05/31/16	2,000,000.00	2,000,000.00	1,977,320.00	0.00	63.37	35,006.66	4,392.22	4,392.22
	16-0059	3134G9NE3	FHLMC 1.20 06/14/19	06/14/17	06/14/16	2,000,000.00	2,000,000.00	1,976,880.00	0.00	0.00	36,000.00	3,133.33	3,133.33
	16-0066	3134G9XB8	FHLMC 1.00 12/28/18	12/28/16	06/28/16	2,000,000.00	2,000,000.00	1,983,500.00	500.00	0.00	30,000.00	1,833.33	1,833.33
	16-0068	3134G9VS3	FHLMC 1.00 12/28/18	12/28/16	06/28/16	1,000,000.00	1,000,000.00	991,940.00	0.00	0.00	15,000.00	916.67	916.67
	16-0070	3134G9WJ2	FHLMC 1.20 09/30/19	09/30/16	06/30/16	1,000,000.00	1,000,000.00	979,740.00	0.00	0.00	15,000.00	4,033.33	4,033.33
	16-0072	3134G9YA9	FHLMC 1.01 09/28/18	12/28/16	06/30/16	2,000,000.00	2,000,000.00	1,989,920.00	0.00	2,581.11	25,250.00	6,901.67	6,957.78
	17-0016	3134G9W37	FHLMC 1.45 08/10/20	11/10/16	08/10/16	1,500,000.00	1,500,000.00	1,465,335.00	0.00	0.00	21,750.00	10,331.25	10,331.25
	17-0035	3134GAPV0	FHLMC 1.03 10/12/18	01/12/17	10/12/16	2,000,000.00	2,000,000.00	1,988,380.00	0.00	0.00	20,600.00	6,237.22	6,237.22
	FHLMC Total					17,000,000.00	17,000,000.00	16,795,740.00	3,225.00	2,644.48	269,481.66	46,310.27	46,366.38
FNMA	16-0046	3135G0J95	FNMA 1.35 10/28/19	10/28/16	05/19/16	1,000,000.00	1,000,000.00	983,800.00	1,000.00	787.50	20,250.00	3,487.50	4,275.00
	16-0048	3136G3MQ5	FNMA 1.30 11/25/19	11/25/16	05/25/16	2,000,000.00	2,000,000.00	1,964,400.00	0.00	0.00	39,000.00	4,766.67	4,766.67
	16-0067	3136G3TR6	FNMA 1.05 06/28/19	06/28/17	06/28/16	2,000,000.00	2,000,000.00	1,971,860.00	0.00	0.00	31,500.00	1,925.00	1,925.00
	17-0011	3136G3L37	FNMA 1.125 10/28/19	07/28/17	07/28/16	2,000,000.00	2,000,000.00	1,965,460.00	0.00	0.00	33,750.00	187.50	187.50
	17-0025	3136G34K8	FNMA 1.125 09/09/19	03/09/17	09/28/16	2,500,000.00	2,500,000.00	2,456,750.00	1,250.00	1,484.38	28,125.00	11,093.75	12,578.13
	17-0048	3136G4KD4	FNMA 1.75 06/29/20	06/29/17	02/03/17	2,000,000.00	2,000,000.00	1,971,280.00	0.00	3,305.56	35,000.00	3,111.11	6,416.67
	18-0056	3136G4QE6	FNMA 2.20 10/26/22	10/26/18	01/23/18	2,250,000.00	2,220,734.60	2,199,870.00	878.07	0.00	0.00	1,100.00	13,062.50
Step Coupon	18-0054	3134G95P8	FNMA STEP 1.625 08/25/21	02/25/18	01/26/18	2,000,000.00	1,987,586.21	1,971,560.00	2,586.21	0.00	0.00	451.39	13,812.50
	18-0055	3136G3ZP3	FNMA STEP 1.50 07/28/21	04/28/18	01/23/18	2,000,000.00	1,998,220.88	1,982,340.00	220.88	14,583.33	15,000.00	250.00	14,833.33
	FNMA Total					17,750,000.00	17,706,541.69	17,467,320.00	5,935.16	20,160.77	202,625.00	26,372.92	71,857.30
Money Market	AR-0001	MMKT FED - 5000638	Money Market	Open	07/01/99	158.66	158.66	158.66	0.00	0.00	1,652,552.68	0.07	0.07
	AR-0006	TARC FED - 4485281	Money Market	Open	07/01/99	0.00	0.00	0.00	0.00	0.00	30.61	0.00	0.00
	AR-0058	MMKT 5/3	Money Market	Open	12/19/17	10,004,189.29	10,004,189.29	10,004,189.29	0.00	0.00	4,189.29	0.00	0.00
	Money Market Total					10,004,347.95	10,004,347.95	10,004,347.95	0.00	0.00	1,656,772.58	0.07	0.07
Municipal Bond	15-0023	468714EA4	JACEDU 1.693 03/01/18	Open	02/26/15	1,000,000.00	1,000,158.83	999,780.00	-5,471.37	0.00	43,077.38	7,054.17	7,054.17

15-0025	581760AC9	MCLAREN CNTY MI 1.964 05/15/18	Open	04/02/15	730,000.00	730,964.67	728,321.00	-9,255.33	0.00	37,635.15	3,026.74	3,106.39
15-0045	613357AF9	MONTG CO 2.44 11/01/19	Open	06/25/15	500,000.00	505,455.82	502,020.00	-7,794.18	1,830.00	30,500.00	3,050.00	4,880.00
16-0007	650035J58	NY URBAN DEV TXBL 1.65 03/15/18	Open	12/08/15	500,000.00	500,151.22	499,965.00	-2,618.78	1,902.08	16,500.00	3,116.67	5,018.75
16-0065	64971WF39	NYC TRAN FIN AUTH-SUB 1.69 02/01/21	Open	06/23/16	1,350,000.00	1,355,515.38	1,312,659.00	-2,841.12	4,999.58	29,152.49	11,407.50	15,336.75
17-0004	047681NZ0	ATLANTA ETC REC 2.41 12/01/19	Open	07/22/16	720,000.00	733,771.28	717,732.00	-11,198.32	2,440.96	25,967.17	2,892.00	5,350.20
17-0012	555542LS6	MACON-BIBB CNTY GA 3.00 12/01/20	Open	08/01/16	425,000.00	443,219.11	428,748.50	-9,346.39	2,104.72	19,064.17	2,125.00	4,250.00
17-0027	64990E4G9	NY DORM AUTH C-TXBL 1.10 02/15/20	Open	09/30/16	1,000,000.00	1,000,000.00	974,910.00	0.00	1,138.20	10,052.78	5,072.22	5,500.00
17-0028	64990EEL7	NYS DORM AUTH C-TXBL 2.12 03/15/21	Open	09/30/16	2,000,000.00	2,034,597.44	1,973,640.00	-14,302.56	1,766.67	42,400.00	16,017.78	17,784.45
17-0029	64971WN97	NY TRANSITION TXBL 1.35 08/01/20	Open	09/30/16	2,625,000.00	2,637,901.32	2,551,920.00	-6,733.68	4,162.27	30,417.19	17,718.75	18,506.25
17-0032	597137GZ5	MIDDLETOWN OH 2.053 12/01/20	Open	10/07/16	400,000.00	406,669.93	394,668.00	-3,006.07	2,831.62	12,257.17	1,368.67	4,060.38
17-0051	696624AV7	CA PDTDEV 2.75 10/01/22	Open	02/06/17	1,000,000.00	997,825.23	979,180.00	445.23	3,235.92	18,409.72	9,166.67	9,625.00
17-0059	485429Y32	KANSAS ST DEV AUTH 2.608 04/15/20	Open	02/08/17	775,000.00	786,791.98	772,574.25	-5,079.77	6,344.32	20,212.00	5,951.31	12,295.63
17-0075	041042ZV7	ARKANSAS ST 2.875 06/01/21	Open	06/09/17	800,000.00	826,969.46	808,248.00	-5,030.54	511.11	11,500.00	3,833.33	4,344.44
17-0076	64966HYC8	NEW YORK GO 4.774 03/01/20	Open	06/27/17	1,000,000.00	1,058,422.28	1,048,390.00	-16,237.72	15,382.89	23,870.00	19,891.67	35,274.56
Municipal Bond Total					14,825,000.00	15,018,413.75	14,692,755.75	-98,470.60	48,650.34	371,015.22	111,692.48	152,386.97
Treasury Note	14-0020	Treasury Note 1.375 06/30/18	Open	04/29/14	390,000.00	389,882.92	389,695.80	1,040.74	1,762.81	21,450.00	474.03	2,236.84
Treasury Note Total					390,000.00	389,882.92	389,695.80	1,040.74	1,762.81	21,450.00	474.03	2,236.84
Investment Total					175,974,780.33	176,112,822.57	174,962,567.38	-71,511.87	102,346.53	3,956,391.05	247,931.12	354,241.15

Total Portfolio Asset Allocation as of 1/31/2018

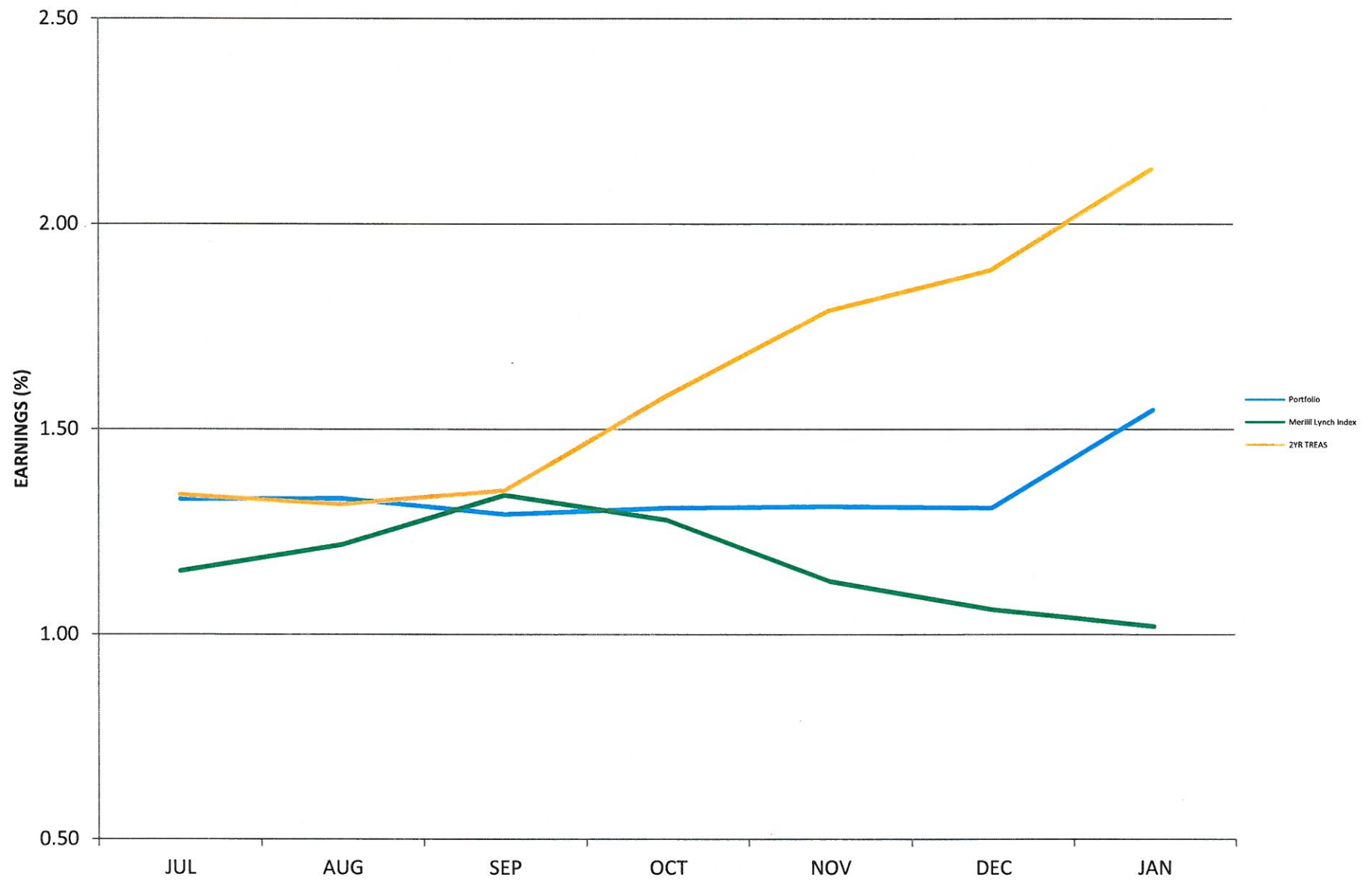


Investment Portfolio by Maturity as of 1/31/18



PORTFOLIO PERFORMANCE

Portfolio Performance as of 1/31/18



DATA ANALYSIS

Metro Cash Position

Metro saw its overall cash position increase as a result of receiving revenue from the collection of property taxes. This is consistent with historical trends of our balance drastically increasing in the month of January. While the size of the portfolio has increased along with cash on hand, the overall total is slightly less than where we were at this point last year.

Further analysis has shown that when comparing balances year-over-year, the balance detail is more closely aligned with totals from 2016 as opposed to those of last year. It is important to note that balances to date have been less volatile than in 2016 but for cash flow projections, it appears to be more reasonable to expect this trend to continue than to project based on last year's totals.

Asset Allocation

The portfolio value increased by roughly \$11 million from last month. During the month of January, the following amounts were added to the portfolio:

- \$1.5 million CD's
- \$3.6 million FFCB
- \$6.2 million FNMA

With the exception of CD's and treasuries, these purchases have resulted in a more even distribution in the various asset types Metro currently holds.

Maturity Distribution

The maturity distribution changed as a result of the purchases outlined above. The 2021 and 2022 sectors saw increases of approximately \$7 million and \$4 million respectively. These purchases also changed the WAM from 1.36yrs in December to 1.81yrs. Any future purchases will continue to be placed in these sectors as well as 2020 in efforts to create a more evenly distributed portfolio.

Portfolio Performance

Portfolio performance took a step up this month as a result of the purchases above. The additional funds were able to be invested in securities yielding around 2% which boosted the portfolio to 1.55% yield, roughly a 25bp increase. This increase occurred with only adding half a year to WAM and future purchases can be expected to have the same effect.

ECONOMIC UPDATE

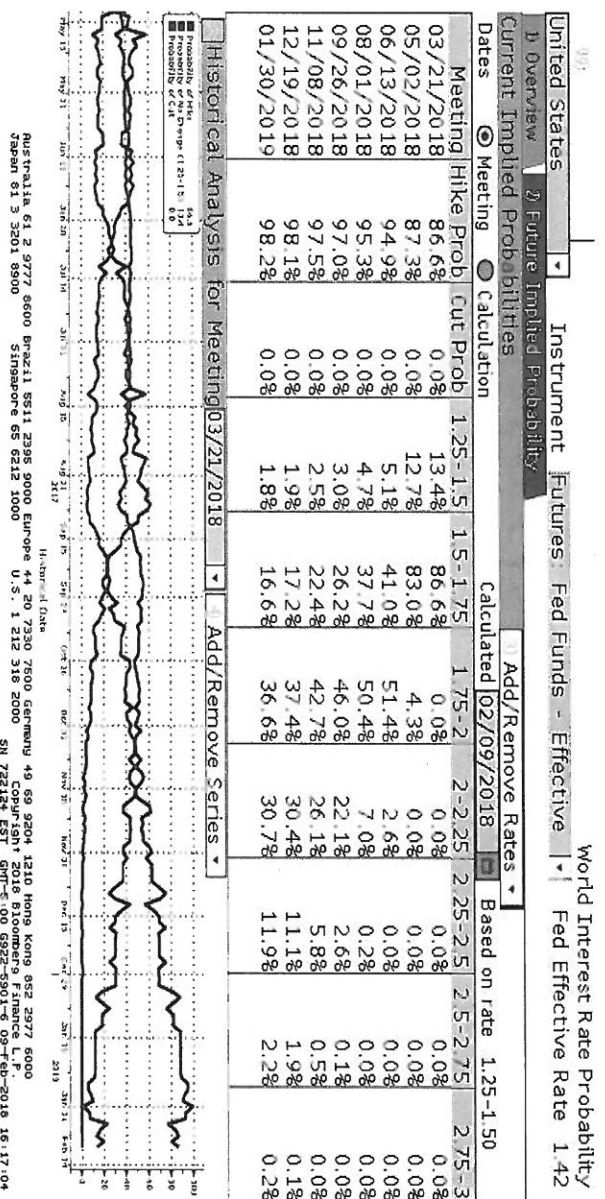
ECONOMIC UPDATE

Volatility is back! Economic data continues to paint a picture of a strong and growing economy but the market has shifted to a tone of caution. So why the change? Sometimes it results from a geopolitical event, poor earnings, or disappointing economic data. While it's always a combination of things, there are few items that stick out in my mind.

We have an equity market that started the year up 7% (which is not sustainable), rates are down across the curve, we have a new Fed Chairman in Powell, and more government funding uncertainty. While neither of the government shutdowns lasted particularly long, both sides continue to be at odds meaning that the resolutions being reached are short-term. This is particularly of interest in the bond market as it often is concerned about exhausting its borrowing authority which is estimated to be exhausted by early to mid-March. This will be something to keep an eye on.

So what are some problems moving forward that will continue to pressure the bond market: inflation, federal deficits, and global demand just to name a few. Inflation has been a long discussed item and nothing new but many indicators continue to further raise expectations of rising inflationary pressures. As long as inflation continues to "hang around", trouble is not far away. We mentioned the deficit earlier but in general these are hardly ever good. Finally, one has to wonder how significant the impact could be if Japan and China pull back their invested funds. Next to inflation, this is one most pundits are keeping an eye on.

The last item of note is in regards to future rate hikes. The market is currently pricing in 4 hikes by the end of 2019 which is revised down from their original projection of 5. The Fed is still projected to increase rates at their March meeting although that percentage likelihood has decreased somewhat. There has however, been more momentum to suggest that the next hike could come in August rather than June as originally thought. Bottom line in all of this is that while things seem much different that what we've seen over the last 12-15 months, the reality is that volatility is more of "the norm" and something to continue to expect.



Total Portfolio Shock Table

Lou / Jeff Cty Metro Finance

Effective Interest - Actual Life

Receipts in Period

1/31/2018

<i>Data Category</i>	<i>Down 300</i>	<i>Down 200</i>	<i>Down 100</i>	<i>Current</i>	<i>Up 100</i>	<i>Up 200</i>	<i>Up 300</i>
Current Par	88,714,123.95	88,714,123.95	88,714,123.95	88,714,123.95	88,714,123.95	88,714,123.95	88,714,123.95
Amor. Cost	88,824,901.55	88,824,901.55	88,824,901.55	88,824,901.55	88,824,901.55	88,824,901.55	88,824,901.55
Market Value	87,465,781.68	87,544,491.45	87,623,201.23	87,701,911.00	87,780,620.78	87,859,330.56	87,938,040.33
% Change	-0.27 (0.09)	-0.18 (0.09)	-0.09 (0.09)	0.00 (0.09)	0.09 (0.09)	0.18 (0.09)	0.27 (0.09)
Market Price	98.59	98.68	98.77	98.86	98.95	99.04	99.13
Market Yield	2.2338	2.1526	2.0715	1.9905	1.9097	1.829	1.7484
Gain / Loss	-1,359,119.87	-1,280,410.10	-1,201,700.32	-1,122,990.55	-1,044,280.77	-965,570.99	-886,861.22

The table above represents the interest rate risk of the investment portfolio of individual fixed income securities. By adjusting current market rates and by using the matrix pricing technique, the portfolio was subjected to an immediate interest rate shock of plus or minus 300 basis points. The results in weighted average total is presented above which details the projected market value, market price, total unrealized gain (loss) and percentage market value change from the current interest rate environment.